

### **AMENDMENTS TO THE SPECIFICATION**

Please replace paragraph [0025] with the following amended paragraph:

[0025] The sub-housing 40 is provided with a camera module 41 at a predetermined position along the first hinge axis A1 to realize video call, camera phone, and camcorder functionalities. The camera module 41 has an optical axis A3 which is parallel with the first hinge axis A1. The sub-housing 40 is mounted lengthwise on an outer surface of the first housing 10 with the first and second housings having respective inner surfaces that face each other when the portable terminal is in the closed state. A rechargeable built-in battery 50 is preferably provided in the first housing 10 to supply power. A center hinge arm 13 is formed at the upper center of the first housing 10. A pair of side hinge arms 31 protrude from both sides of the hinge housing 30 and are combined with the center hinge arm 13, for defining the first hinge axis A1 and rotating the second housing 20 about the first hinge axis A1. A touch pen 60 is inserted into a hole 14 of the first housing 10. A protrusion 61 is formed at the tip of the touch pen 60 to be caught at the entrance of the hole 14.

Please replace paragraph [0038] with the following amended paragraph:

[0038] A first ~~[[in-]]~~built-in battery 500 is provided in the first housing 10 to supply power. A cylindrical camera module 401 is installed along the first hinge axis A1 in the sub-housing 400. The camera module 401 has an optical axis A3 parallel with the first hinge axis A1. With the sub-housing 400 combined with the first housing 10, an object can be photographed through a camera lens 401a in the camera module 401.